

2004 SUPPLEMENTAL BUDGET PROPOSAL

BRIEFING PAPER

Prepared for the
SEPTEMBER 2003 TRANSPORTATION COMMISSION MEETING

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Reviewed by: Bill Ford, Budget Chief, Budget Services

Approved by: Richard Ybarra, Assistant Secretary, Finance and Administration

PURPOSE:

The purpose of this briefing is for presentation and adoption of the Department of Transportation 2004 Supplemental Budget.

ACTION/OUTCOME:

The Transportation Commission will adopt the Department of Transportation 2004 Supplemental Budget for submittal to the Office of Financial Management and the Legislature.

DISCUSSION:

Proposed 2004 Supplemental Budget amendments to the 2003-05 budget are displayed on Attachment A, a total request of \$1.0 million, and Attachment B, requested proviso modifications.

1. "Drive Better" Campaign - \$1.25M is requested to encourage the public to improve driving practices by increasing awareness about how driving habits impact safety and traffic flow.
2. Reappropriation Adjustments - Funding for Highway Construction, Local Programs, and Office of Information Technology is decreased by \$16.12M to reflect the 2001-03 work in progress for the 2003-05 biennium.
3. Murray Morgan Bridge Removal - \$10.44M is requested from the Puyallup Tribal Settlement Account to mitigate bridge removal impacts.
4. Enhanced Aviation Program - \$2.0M is requested for preservation grants for local public use airports and to implement planning projects supported by Federal Aviation Administration Grants.
5. Ferries Insurance Premium Increase - \$1.41M is requested for an insurance premium increase for Ferries as negotiated with the Willis Corporation. Premiums are based on recent claims and existing insurance market conditions.
6. Ferries Fuel Adjustment - \$0.57M is requested for ferry fuel based on the latest estimated consumption rates and fuel cost index.
7. Ferries Safety Management System Support - \$0.26M is requested to support the development of a fully functional Safety Management System organization.

8. Ferries Smart Card (Ongoing Costs) - Funding for the ongoing costs is decreased by \$0.2M to reflect the revised implementation schedule for the Regional Fare Collection project (Smart Card).
9. Stormwater Assessment Fees - \$0.64M is requested to fund the increased stormwater fees charged by the cities and counties.
10. Collision Location Analysis System - \$0.44M is requested for the software license and two information technology positions to operate and maintain the multi-agency data system.
11. Commute Trip Reduction (CTR) Grants - \$0.1M is requested to support Benton County's participation in the CTR grant program.
12. Personnel System Reform Act (PSRA) Implementation - \$0.25M is requested to implement the PSRA.

RECOMMENDATION:

The Transportation Commission is recommended to adopt the Department of Transportation 2004 Supplemental Budget request for submittal to the Governor's Office of Financial Management and the Legislature on October 3, 2003.

For further information, please contact Bill Ford, Budget Chief, at 705-7500.

Attachment A

WSDOT 2004 SUPPLEMENTAL BUDGET REQUEST

Dollars in Millions

	2003-05 Budget Now in Force	Proposed 2004 Adjustments	Proposed 2004 Supplemental Budget
Capital Budget			
Highway Improvements	\$983.5	(\$0.7)	\$982.8
Tacoma Narrows Bridge	613.3	(9.3)	604.0
Highway Preservation	657.0	11.0	668.0
Capital Facilities	17.3		17.3
Traffic Operations	29.2		29.2
Ferries Construction	182.6		182.6
Rail	45.3		45.3
Local Programs	77.2	(6.6)	70.6
Total Capital Budget	\$2,605.4	(\$5.6)	\$2,599.8
Operating Budget			
Highway Maintenance and Operations	\$290.4	\$0.6	\$291.0
Traffic Operations	39.1		39.1
Ferries Maintenance and Operations	316.1	2.2	318.3
Public Transportation	49.2	0.1	49.3
Rail	35.1		35.1
Aviation	6.0	2.0	8.0
Local Programs	9.6		9.6
Transportation Economic Partnerships	1.0		1.0
Facilities Maintenance & Operations	31.1		31.1
Program Delivery Management & Support	49.6		49.6
Transportation Management & Support	28.0	1.5	29.5
Office of Information Technology	70.8	0.1	71.0
Transportation Planning, Data, & Research	47.9		47.9
Charges from Other Agencies	61.1		61.1
Total Operating Budget	\$1,035.1	\$6.6	\$1,041.7
Total WSDOT Budget	\$3,640.5	\$1.0	\$3,641.5

2003-05 Budget Now in Force includes 2003-05 Original Enacted Transportation Budget, the 2003-05 Capital (Omnibus) Budget reduction for Preservation and Rail programs and funding for Everett rail barge facility and Columbia River dredging reappropriation, and the 2003-05 Omnibus Budget funding for compensation adjustments.

Attachment B

2004 Supplemental Budget Language Modification Request

Chapter 360, Washington Laws, 2003 Regular Session

Marine (Program X)

Section 225 (1) is amended to read:

The appropriation is based on the budgeted expenditure of ~~\$34,701,000~~ \$35,273,000 for vessel operating fuel in the 2003-2005 biennium. If the actual cost of fuel is less than this budgeted amount, the excess amount may not be expended. If the actual cost exceeds this amount, the department shall request a supplemental appropriation.

Highway Construction - Improvements (Program I)

Section 305 (1) is amended to read:

~~\$157,374,000~~ \$156,705,000 of the motor vehicle account--state appropriation, \$192,940,000 of the motor vehicle account--federal appropriation, \$13,258,000 of the motor vehicle account--local appropriation, and \$50,279,000 of the special category C account—state appropriation are provided solely to implement the activities and projects included in the legislative ~~2003~~ 2004 Transportation Project List - Current Law report as transmitted to LEAP on ~~April 27, 2003~~ 2004.

Section 305 (2) is amended to read:

The motor vehicle account--state appropriation includes \$78,000,000 in proceeds from the sale of bonds authorized by RCW 47.10.843. The transportation commission may authorize the use of current revenues available to the department of transportation in lieu of bond proceeds for any part of the state appropriation. The motor vehicle account--state appropriation includes ~~\$18,038,000~~ \$17,380,000 in unexpended proceeds from bond sales authorized in RCW 47.10.843 for mobility and economic initiative improvement projects.

Section 305 (3) is amended to read:

The Tacoma Narrows toll bridge account--state appropriation includes \$567,000,000 in proceeds from the sale of bonds authorized by RCW 47.10.843. The Tacoma Narrows toll bridge account--state appropriation includes ~~\$46,300,000~~ \$36,992,000 in unexpended proceeds from the January 2003 bond sale authorized in RCW 47.10.843 for the Tacoma Narrows bridge project.

Attachment B

Section 305 (7) is amended to read:

\$11,000,000 of the ~~motor vehicle account~~ transportation 2003 account (Nickel Account)—state appropriation is provided solely for the environmental impact statement on the SR 520 Evergreen floating bridge.

Section 305 (6) is amended to read:

The ~~motor vehicle account~~ transportation 2003 account (Nickel Account)--state appropriation includes \$280,000,000 in proceeds from the sale of bonds authorized by Senate Bill No. 6062. The transportation commission may authorize the use of current revenues available to the department of transportation in lieu of bond proceeds for any part of the state appropriation.

Section 305 (10) shall be deleted:

~~\$8,000,000 of the motor vehicle account—state appropriation is provided for the SR 522, University of Washington Bothell campus access project. This amount will cover approximately one half of the construction costs.~~

Highway Construction - Preservation (Program P)

Section 306 (1) is amended to read:

~~\$178,909,000~~ \$186,395,000 of the motor vehicle account--state appropriation, ~~\$457,467,000~~ \$454,787,000 of the motor vehicle account--federal appropriation, \$12,666,000 of the motor vehicle account--local appropriation, and \$6,000,000 of the multimodal transportation account—state appropriation, ~~and \$4,247,000 of the multimodal transportation account—federal appropriation~~ are provided solely to implement the activities and projects included in the Legislative ~~2003~~ 2004 Transportation Project List - Current Law report transmitted to LEAP on April ~~27, 2003~~ 2004.

Section 306 (2) is amended to read:

The motor vehicle account--state appropriation includes \$2,850,000 in proceeds from the sale of bonds authorized in RCW 47.10.761 and 47.10.762 for emergency purposes. The motor vehicle account--state appropriation includes \$338,000 in unexpended proceeds from the January 2003 emergency bond sale.

Attachment B

Local Programs – Capital (Program Z)

Section 310 (4) is amended to read:

~~\$1,156,000~~ \$647,000 of the motor vehicle account--state appropriation is reappropriated and provided solely for additional small city pavement preservation program grants, to be administered by the department's highways and local programs division.

Section 310 (5) is amended to read:

~~\$4,010,000~~ \$3,156,000 of the motor vehicle account--state appropriation is reappropriated and provided solely for additional traffic and pedestrian safety improvements near schools.

Section 310 (6) is amended to read:

The motor vehicle account--state appropriation includes ~~\$20,452,000~~ \$15,317,000 in unexpended proceeds from the sale of bonds authorized by RCW 47.10.843.